## ACTION COPY

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## QQ073 Department of State

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MIA 220 DI 000 DI 001 DE 0 DI 1 DE 1	BUSINESS CLIENTS AND MAY H
PA-01 PM-01 SP-01 SSSA-01 /016 A3 MS	SOON. HE HAS ONE MORE PIE
14/22067	IF HE GETS A LOAN ON THAT,
NFO SS-B1 ARA-B1 X-B1 /883 A3 MS	FOR A WHILE LONGER.
	JONES

----- 1421552 /64 37

PAGE #1 SANTIA 85866 1421817 2325 005032 SSOR503 , SAID HE IS ABOUT TO BE GOC'S PRESSURE ON HIS AVE TO DECLARE BANKRUPTCY CE OF PROPERTY TO MORTGAGE: HE WILL BE ABLE TO HOLD ON

R 142859Z JUL 87 FM AMEMBASSY SANTIAGO TO SECSTATE WASHDC 2295

INFO LOG-88 COPY-81 ADS-80 /881 W

SANTIA #5866 142181Z

FOR ARA/SC

EO 12356: DECL: OADR TAGS: PTER, CI SUBJ: CRISTIAN LABBE

REF: SANTIAGO 3179

OFDP

SY2\_

- ENTIRE TEXT.

2. FEDERICO WILLOUGHBY TOLD CHARGE JULY 13 THAT CRISTIAN LABBE, WHOSE APPLICATION FOR ACCREDITATION AS 14 CIVIL ATTACHE OF THE CHILEAN EMBASSY IN WASHINGTON ILS CURRENTLY PENDING, HAD BEEN, TOGETHER WITH ARMANDO FERNANDEZ LARIOS, A MEMBER OF THE SMALL GROUP OF ARMY PERSONNEL ASSEMBLED IN 1973 TO PROVIDE SECURITY FOR THE NEW CHIEF OF STATE, AUGUSTO PINOCHET. THE ENTIRE GROUP WAS AT A LATER DATE FOLDED INTO DINA. MORE RECENTLY, ACCORDING TO WILLOUGHBY, LABBE HAD BEEN WORKING IN A SPECIAL UNIT INSIDE THE OFFICE OF THE SECRETARY GENERAL OF THE PRESIDENCY, IN CHARGE OF "PROJECTION OF THE REGIME," AND LIAISON BETWEEN THE PRESIDENCY AND THE ARMY ON PROJECTS RELATING TO THAT GOAL. WILLOUGHBY SAID THE UNIT IS HEADED BY A RETIRED ARMY COLONEL WHOSE NAME HE COULDN'T RECALL. IT IS NOT, HE SAID, AN INTELLIGENCE OR SECURITY OFFICE, BUT A POLITICAL PLANNING STAFF; OF COURSE, IN ORDER TO DO THAT, THEY DO NEED AND DO COLLECT WHAT HE CALLED POLITICAL INTELLIGENCE ON WHAT THE OPPOSITION IS DOING AND SAYING.

3. WILLOUGHBY SAID A MUTUAL FRIEND OF HIS AND LABBE'S TOLD HIM THAT LABBE HAD BEEN SENT TO WASHINGTON, IN PART TO TAKE A COURSE AT A UNIVERSITY ON POLITICAL SCIENCE, ELECTION MANAGEMENT, OR SOME SUCH TOPIC RELATED TO HIS WORK ON THE "PROJECTION," BUT ALSO, THE FRIEND SAID, TO "COLLECT ALL THE INFORMATION HE COULD ON FERNANDEZ LARIOS -- WHERE HE IS AND WHAT HE'S TELLING THE USG." THE FRIEND IS AN ARMY OFFICER WHO ALSO WORKS IN THE SPECIAL UNIT.

WILL-PUTHBY SAID THERE WAS AN ADDITIONAL REASON FOR GETTING LABBE OUT OF TOWN AT THIS TIME IT WAS HE, NOT BRIG. GEN. OSCAR VARGAS, WHO WAS THE FATHER OF THE ILLEGITIMATE CHILD BORN RECENTLY TO JACQUELINE PINOCHET. VARGAS HAD BEEN DATING ANOTHER DAUGHTER, LUCIA, AND THE FAMILY PROBABLY WANTED HIM HIM OUT OF THE COUNTRY FOR A WHILE TOO, BUT WILLOUGHBY SAID HE WAS QUITE CERTAIN THE RELATIONSHIP WITH JACQUELINE WAS LABBE'S.

Chile Project (#\$199900030) U.S. Department of State

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